Introduced by Senator Runner

February 18, 2005

An act to add Section 12699.01 to the Insurance Code, relating to health care, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

SB 456, as introduced, Runner. Access for Infants and Mothers (AIM): federal funding.

Existing law provides for the Healthy Families Program, administered by the Managed Risk Medical Insurance Board, to arrange for the provision of health care services to children under 19 years of age. The Healthy Families Program is supported from allocations from the federal State Children's Health Insurance Program (SCHIP).

Existing law establishes the Access for Infants and Mothers (AIM) Program, administered by the Managed Risk Medical Insurance Board, to provide health insurance coverage for certain eligible persons who pay a subscriber contribution. The AIM Program provides coverage, at a minimum, to subscribers during one pregnancy, and for 60 days thereafter, and to children less than 2 years of age who were born of a pregnancy covered under this program to a woman enrolled in the program before July 1, 2004.

Existing law establishes the Perinatal Insurance Fund in the State Treasury as a continuously appropriated fund to be used for the purposes of the AIM Program. The primary source of moneys in the fund is contributions from subscribers.

This bill would provide that federal moneys allocated to the state under SCHIP shall also be expended by the board to support the AIM Program. The bill would require that the moneys received for this purpose shall be deposited in the Perinatal Insurance Fund. The bill $SB 456 \qquad \qquad -2-$

would provide that this provision shall be implemented only to the extent that federal financial participation is available.

Because the bill would add a new source of revenue for deposit in a continuously appropriated fund, the bill would make an appropriation.

Vote: majority. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 12699.01 is added to the Insurance 2 Code, to read:
- 3 12699.01. (a) In addition to any expenditure pursuant to Part
- 4 6.2 (commencing with Section 12693), federal moneys allocated to the state pursuant to Title XXI of the federal Social Security
- 6 Act for purposes of the State Children's Health Insurance
- 7 Program (SCHIP) shall be expended by the board for purposes of
- 8 this part.
- 9 (b) Federal moneys received as provided under subdivision (a)
- 10 for purposes of this part shall be deposited in the Perinatal
- 11 Insurance Fund.
- 12 (c) This section shall be implemented only to the extent that
- 13 federal financial participation is available.